

H-1742

1 Amend the amendment, H-1735, to House File 697 as
2 follows:

3 1. By striking page 1, line 5, through page 25,
4 line 23, and inserting:

5 <PROPERTY TAX

6 COMMERCIAL AND INDUSTRIAL PROPERTY

7 ASSESSMENT LIMITATIONS

8 Sec. _____. Section 441.21, subsection 5, Code 2011,
9 is amended to read as follows:

10 5. a. For valuations established as of January
11 1, 1979, commercial property and industrial property,
12 excluding properties referred to in section 427A.1,
13 subsection 8, shall be assessed as a percentage of
14 the actual value of each class of property. The
15 percentage shall be determined for each class of
16 property by the director of revenue for the state in
17 accordance with the provisions of this section. For
18 valuations established as of January 1, 1979, the
19 percentage shall be the quotient of the dividend and
20 divisor as defined in this section. The dividend
21 for each class of property shall be the total actual
22 valuation for each class of property established for
23 1978, plus six percent of the amount so determined.
24 The divisor for each class of property shall be the
25 valuation for each class of property established for
26 1978, as reported by the assessors on the abstracts
27 of assessment for 1978, plus the amount of value
28 added to the total actual value by the revaluation
29 of existing properties in 1979 as equalized by the
30 director of revenue pursuant to section 441.49. For
31 valuations established as of January 1, 1979, property
32 valued by the department of revenue pursuant to
33 chapters 428, 433, 437, and 438 shall be considered
34 as one class of property and shall be assessed as a
35 percentage of its actual value. The percentage shall
36 be determined by the director of revenue in accordance
37 with the provisions of this section. For valuations
38 established as of January 1, 1979, the percentage
39 shall be the quotient of the dividend and divisor as
40 defined in this section. The dividend shall be the
41 total actual valuation established for 1978 by the
42 department of revenue, plus ten percent of the amount
43 so determined. The divisor for property valued by
44 the department of revenue pursuant to chapters 428,
45 433, 437, and 438 shall be the valuation established
46 for 1978, plus the amount of value added to the total
47 actual value by the revaluation of the property by
48 the department of revenue as of January 1, 1979.
49 For valuations established as of January 1, 1980,
50 commercial property and industrial property, excluding

1 properties referred to in section 427A.1, subsection
2 8, shall be assessed at a percentage of the actual
3 value of each class of property. The percentage
4 shall be determined for each class of property by
5 the director of revenue for the state in accordance
6 with the provisions of this section. For valuations
7 established as of January 1, 1980, the percentage
8 shall be the quotient of the dividend and divisor as
9 defined in this section. The dividend for each class
10 of property shall be the dividend as determined for
11 each class of property for valuations established as
12 of January 1, 1979, adjusted by the product obtained
13 by multiplying the percentage determined for that year
14 by the amount of any additions or deletions to actual
15 value, excluding those resulting from the revaluation
16 of existing properties, as reported by the assessors
17 on the abstracts of assessment for 1979, plus four
18 percent of the amount so determined. The divisor
19 for each class of property shall be the total actual
20 value of all such property in 1979, as equalized by
21 the director of revenue pursuant to section 441.49,
22 plus the amount of value added to the total actual
23 value by the revaluation of existing properties in
24 1980. The director shall utilize information reported
25 on the abstracts of assessment submitted pursuant
26 to section 441.45 in determining such percentage.
27 For valuations established as of January 1, 1980,
28 property valued by the department of revenue pursuant
29 to chapters 428, 433, 437, and 438 shall be assessed
30 at a percentage of its actual value. The percentage
31 shall be determined by the director of revenue in
32 accordance with the provisions of this section. For
33 valuations established as of January 1, 1980, the
34 percentage shall be the quotient of the dividend and
35 divisor as defined in this section. The dividend shall
36 be the total actual valuation established for 1979 by
37 the department of revenue, plus eight percent of the
38 amount so determined. The divisor for property valued
39 by the department of revenue pursuant to chapters 428,
40 433, 437, and 438 shall be the valuation established
41 for 1979, plus the amount of value added to the total
42 actual value by the revaluation of the property by
43 the department of revenue as of January 1, 1980. For
44 valuations established as of January 1, 1981, and
45 each year thereafter, the percentage of actual value
46 as equalized by the director of revenue as provided
47 in section 441.49 at which commercial property and
48 industrial property, excluding properties referred to
49 in section 427A.1, subsection 8, shall be assessed
50 shall be calculated in accordance with the methods

1 provided herein, except that any references to six
2 percent in this subsection shall be four percent. For
3 valuations established as of January 1, 1981, and
4 each year thereafter, the percentage of actual value
5 at which property valued by the department of revenue
6 pursuant to chapters 428, 433, 437, and 438 shall be
7 assessed shall be calculated in accordance with the
8 methods provided herein, except that any references to
9 ten percent in this subsection shall be eight percent.
10 Beginning with valuations established as of January
11 1, 1979, and each year thereafter, property valued
12 by the department of revenue pursuant to chapter 434
13 shall also be assessed at a percentage of its actual
14 value which percentage shall be equal to the percentage
15 determined by the director of revenue for commercial
16 property, industrial property, or property valued by
17 the department of revenue pursuant to chapters 428,
18 433, 437, and 438, whichever is lowest.

19 b. Notwithstanding paragraph "a", for valuations
20 established for the assessment year beginning
21 January 1, 2012, through valuations established
22 for the assessment year beginning January 1, 2031,
23 the percentage of actual value, as equalized by the
24 director of revenue as provided in section 441.49,
25 at which commercial property, excluding properties
26 referred to in section 427A.1, subsection 8, shall
27 be assessed shall be the percentage of actual value
28 that commercial property was assessed in the previous
29 assessment year minus one percentage point. For
30 valuations established as of January 1, 2032, and each
31 year thereafter, the percentage of actual value, as
32 equalized by the director of revenue as provided in
33 section 441.49, at which commercial property, excluding
34 properties referred to in section 427A.1, subsection
35 8, shall be assessed shall be the percentage of actual
36 value that commercial property was assessed in the
37 assessment year beginning January 1, 2031.

38 c. Notwithstanding paragraph "a", for valuations
39 established for the assessment year beginning
40 January 1, 2012, through valuations established
41 for the assessment year beginning January 1, 2031,
42 the percentage of actual value, as equalized by the
43 director of revenue as provided in section 441.49,
44 at which industrial property, excluding properties
45 referred to in section 427A.1, subsection 8, shall
46 be assessed shall be the percentage of actual value
47 that industrial property was assessed in the previous
48 assessment year minus one percentage point. For
49 valuations established as of January 1, 2032, and each
50 year thereafter, the percentage of actual value, as

1 equalized by the director of revenue as provided in
2 section 441.49, at which industrial property, excluding
3 properties referred to in section 427A.1, subsection
4 8, shall be assessed shall be the percentage of actual
5 value that industrial property was assessed in the
6 assessment year beginning January 1, 2031.

7 Sec. ____ . COMMERCIAL AND INDUSTRIAL PROPERTY TAX
8 REVIEW COMMITTEE.

9 1. Effective January 1, 2017, a commercial
10 and industrial property tax review committee is
11 established. Staffing assistance to the committee
12 shall be provided by the department of revenue and
13 the legislative services agency. The committee
14 shall consist of six members of the general assembly,
15 two appointed by the majority leader of the senate,
16 one appointed by the minority leader of the senate,
17 two appointed by the speaker of the house of
18 representatives, and one appointed by the minority
19 leader of the house of representatives.

20 2. The commercial and industrial property tax
21 review committee shall review the implementation and
22 fiscal impact of the commercial and industrial property
23 assessment limitations established in this division of
24 this Act. The commercial and industrial property tax
25 review committee shall report to the general assembly
26 by January 15, 2018. The report shall include any
27 recommended changes in laws relating to the commercial
28 and industrial property tax assessment limitations
29 established in this division of this Act.

30 Sec. ____ . APPLICABILITY. This division of this
31 Act applies to assessment years beginning on or after
32 January 1, 2012.>

33 2. Page 25, after line 37 by inserting:

34 <DIVISION ____
35 EDUCATION FINANCE
36 REGULAR PROGRAM AND CATEGORICAL STATE PERCENT
37 OF GROWTH FOR EDUCATION — FY 2011-2012

38 Sec. ____ . Section 257.8, subsection 1, Code 2011,
39 is amended to read as follows:

40 1. *State percent of growth.* ~~The state percent of~~
41 ~~growth for the budget year beginning July 1, 2009, is~~
42 ~~four percent.~~ The state percent of growth for the
43 budget year beginning July 1, 2010, is two percent.
44 The state percent of growth for the budget year
45 beginning July 1, 2011, is two percent. The state
46 percent of growth for each subsequent budget year shall
47 be established by statute which shall be enacted within
48 thirty days of the submission in the year preceding the
49 base year of the governor's budget under section 8.21.
50 The establishment of the state percent of growth for

1 a budget year shall be the only subject matter of the
2 bill which enacts the state percent of growth for a
3 budget year.

4 Sec. _____. Section 257.8, subsection 2, Code 2011,
5 is amended to read as follows:

6 2. *Categorical state percent of growth.* The
7 categorical state percent of growth for the budget
8 year beginning July 1, 2010, is two percent. The
9 categorical state percent of growth for the budget
10 year beginning July 1, 2011, is two percent. The
11 categorical state percent of growth for each budget
12 year shall be established by statute which shall
13 be enacted within thirty days of the submission in
14 the year preceding the base year of the governor's
15 budget under section 8.21. The establishment of the
16 categorical state percent of growth for a budget year
17 shall be the only subject matter of the bill which
18 enacts the categorical state percent of growth for a
19 budget year. The categorical state percent of growth
20 may include state percents of growth for the teacher
21 salary supplement, the professional development
22 supplement, and the early intervention supplement.

23 Sec. _____. CODE SECTION 257.8 — APPLICABILITY. The
24 requirements of section 257.8 regarding the time period
25 of enactment and the subject matter of the legislation
26 establishing the state percent of growth and the
27 categorical state percent of growth for a budget year
28 are not applicable to the division. The requirements
29 of section 257.8 regarding enactment of the regular
30 program state percent of growth and categorical state
31 percent of growth within thirty days of the submission
32 in the year preceding the base year of the governor's
33 budget and the requirements that the subject matter
34 of each bill establishing the state percent of growth
35 or the categorical state percent of growth be the
36 only subject matter of the bill do not apply to this
37 division of this Act.

38 Sec. _____. APPLICABILITY. This division of this Act
39 is applicable for computing state aid under the state
40 school foundation program for the school budget year
41 beginning July 1, 2011.>

42 3. By striking page 25, line 44, through page 26,
43 line 8, and inserting:

44 <(2) "*Total approved tax credits*" means for the
45 tax year beginning in the 2006 calendar year, two
46 million five hundred thousand dollars, for the tax
47 year beginning in the 2007 calendar year, five million
48 dollars, and for tax years beginning on or after
49 January 1, 2008, and before January 1, 2012, seven
50 million five hundred thousand dollars. For tax years

1 beginning on or after January 1, 2012, and only if
2 legislation is enacted by the eighty-fourth general
3 assembly, 2011 session, amending section 257.8,
4 subsections 1 and 2, to establish both the state
5 percent of growth and the categorical state percent
6 of growth for the budget year beginning July 1, 2011,
7 at two percent or greater than two percent, "total
8 approved tax credits" means ten million dollars.>
9 4. By renumbering as necessary.

JACOBY of Johnson
